LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7430 NOTE PREPARED: Jan 10, 2011

BILL NUMBER: HB 1425 BILL AMENDED:

SUBJECT: Restrictions on fertilizer containing phosphorus.

FIRST AUTHOR: Rep. Dodge BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

<u>Summary of Legislation</u>: This bill establishes restrictions on the application of fertilizer material that contains phosphorus. It provides exceptions for fertilizer material that (1) contains less than 0.67% of phosphorus per weight; or (2) is used for agriculture purposes. The bill requires distributors and licensed commercial lawn care applicators to prepare and provide certain consumer educational information.

Effective Date: July 1, 2011.

Explanation of State Expenditures: IC 15-16-2-49.5 provides that if a person violates the above provision, the State Chemist may:

- (1) warn, issue a citation to, or impose a civil penalty on the person; or
- (2) deny, suspend, revoke, or amend the person's registration.

The civil penalty would be used to cover costs associated with oversight.

<u>Explanation of State Revenues:</u> *Penalty*. A person who knowingly or intentionally violates the provisions of the bill commits a Class A misdemeanor. If additional court cases occur and fines are collected, revenue to both the Common School Fund and the state General Fund would increase. The maximum fine for a Class A misdemeanor is \$5,000. Criminal fines are deposited in the Common School Fund.

If the case is filed in a circuit, superior, or county court, 70% of the \$120 court fee that is assessed and collected when a guilty verdict is entered would be deposited in the state General Fund. If the case is filed in a city or town court, 55% of the fee would be deposited in the state General Fund. In addition, some or all of the document storage fee (\$2), automated record keeping fee (\$7), judicial salaries fee (\$18), public defense administration fee (\$3), court administration fee (\$5), judicial insurance adjustment fee (\$1), and

HB 1425+ 1

the DNA sample processing fee (\$1) are deposited into the state General Fund.

Explanation of Local Expenditures: *Penalty*. A Class A misdemeanor is punishable by up to one year in jail. The average daily cost to incarcerate a prisoner in a county jail is approximately \$44.

Explanation of Local Revenues: Penalty. If additional court actions occur and a guilty verdict is entered, local governments would receive revenue from the following sources: The county general fund would receive 27% of the \$120 court fee that is assessed in a court of record. Cities and towns maintaining a law enforcement agency that prosecutes at least 50% of its ordinance violations in a court of record may receive 3% of court fees. If the case is filed in a city or town court, 20% of the court fee would be deposited in the county general fund and 25% would be deposited in the city or town general fund. In addition, several additional fees may be collected at the discretion of the judge and depending upon the particular type of criminal case.

State Agencies Affected: State Chemist.

Local Agencies Affected: Trial courts, local law enforcement agencies.

Information Sources:

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HB 1425+ 2